1	IN THE UNITED STATES DISTRICT COURT
2	FOR THE EASTERN DISTRICT OF TEXAS MARSHALL DIVISION
3	CENTOCOR, ET AL * Civil Docket No.
4	<pre> * 2:07-CV-139 VS. * Marshall, Texas</pre>
5	* * June 29, 2009
6	* June 29, 2009 ABBOTT LABORATORIES * 12:05 P.M.
7	TRANSCRIPT OF TRIAL PROCEEDINGS
	BEFORE THE HONORABLE JUDGE T. JOHN WARD
8	UNITED STATES DISTRICT JUDGE
9	AND A JURY
10	APPEARANCES:
11	FOR THE PLAINTIFFS: MS. DIANNE ELDERKIN
12	MS. BARBARA MULLIN MR. STEVEN MASLOWSKI
13	MS. ANGELA VERRECCHIO MR. MATTHEW PEARSON
14	Woodcock Washburn 2929 Arch Street, 12th Floor
	Cira Centre
15	Philadelphia, PA 19104
16	MR. RICHARD SAYLES MR. MARK STRACHAN
17	Sayles Werbner 1201 Elm Street
18	4400 Renaissance Tower
19	Dallas, TX 75270
20	APPEARANCES CONTINUED ON NEXT PAGE:
21	COURT REPORTERS: MS. SUSAN SIMMONS, CSR
22	MS. JUDITH WERLINGER, CSR Official Court Reporters
23	100 East Houston, Suite 125 Marshall, TX 75670 903/935-3868
24	
25	(Proceedings recorded by mechanical stenography, transcript produced on CAT system.)

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1
2
   APPEARANCES CONTINUED:
3
   FOR THE DEFENDANTS:
4
                          MR. WILLIAM LEE
                          MS. AMY WIGMORE
5
                          MR. WILLIAM MCELWAIN
                          Wilmer Cutler Pickering Hale
                               and Dorr
6
                          1875 Pennsylvania Avenue, N.W.
7
                          Washington, DC 20006
8
                          MR. DAVID BECK
9
                          Beck Redden & Secrest
                          One Houston Center
10
                          1221 McKinney Street
                          Suite 4500
11
                          Houston, TX
                                        77010
12
13
14
                        PROCEEDINGS
15
16
                  COURTROOM DEPUTY: All rise.
17
                  THE COURT: Be seated.
18
                  Where's the note?
19
                  All right. This is a request to see a
  demonstrative exhibit. This Court's practice has always
20
   been to bring the jury in and then instruct them that
21
22
  this is a demonstrative exhibit, was not admitted into
  evidence, but they may look at -- you know, that they
24
  can look at it as long as they want to to make any notes
25
  that they wish.
```

```
1
                  Any objection from the Plaintiffs at this
 2
   time?
 3
                  MR. SAYLES: No objection, Your Honor.
                  THE COURT: From the Defendants?
 4
 5
                  MR. BECK: No objection.
 6
                  THE COURT: Y'all about ready to go on
   the PowerPoint?
 8
                  Put it up.
 9
                  COURTROOM DEPUTY: They've gone to get
10
   the --
11
                  THE COURT: Court security officer?
12
                  COURTROOM DEPUTY: Yes.
13
                  THE COURT: Well, I thought everybody was
14
   here.
15
                  Bring them in.
16
                  COURT SECURITY OFFICER: All rise for the
17
   jury.
18
                  (Jury in.)
19
                  THE COURT: Y'all be seated, please.
20
                  Everybody be seated.
21
                  Ladies and Gentlemen, this exhibit was a
   demonstrative exhibit that was not offered into
22
2.3
   evidence. So I'm not in a -- it wasn't offered into
24
   evidence. You're entitled to look at it as long as you
25
   would like to look at it, but you can't ask any
```

```
questions nor anyone discuss it while we're present.
1
2
  But I see that you didn't bring your notebooks. Do you
3
  need your notes to look at this exhibit?
4
                  Would you like your notebooks or not?
5
                  All right. Why don't y'all return -- why
  don't y'all return and get your notes, whatever you want
6
  to write with. Some want them and some don't. So those
8
  that want their notebooks, let's go do it.
9
                  If you will just indicate to me you have
10
   looked at it as long as you want to, that's how long
  we'll stay.
11
12
                  A JUROR: Could we get it adjusted
   slightly, Your Honor?
13
14
                  THE COURT: I don't know. Does it have
15
  any adjustment?
16
                  Dim the lights.
17
                  (Pause in proceedings.)
18
                  A JUROR: We're ready, Your Honor.
19
                  THE COURT: All right. Y'all may return
20
  to the jury room and continue deliberations according to
21
  my instructions.
22
                  COURT SECURITY OFFICER: All rise.
2.3
                  (Jury out.)
24
                  THE COURT: All right. Court's in recess
25
  pending further notification from the jury.
```

```
(Recess.)
 1
                  (Jury out.)
 2
 3
                  COURT SECURITY OFFICER: All rise.
                  THE COURT: Please be seated.
 4
 5
                  The jury wants two exhibits, the Adair
   publication, DX361, Casali project and/or Casali
 6
   deposition transcript. We do not know the Casali
 8
   exhibit number, signed Donna Coleman, Foreperson.
9
   361 is easy.
10
                  What about the Casali? What are we
11
   talking about there?
12
                  MR. LEE: It's just a videotape.
13
                  MS. ELDERKIN: Yeah. I don't believe
   there's any Casali exhibit.
14
15
                  MR. LEE: Just testimony.
16
                  THE COURT: All right. We'll furnish
   them -- let's go ahead and send back 361, DX361.
17
18
                  You got the 361? Any question about what
19
   that is?
20
                  MR. LEE: That's it.
21
                  MS. ELDERKIN: That's right, Your Honor.
22
                  THE COURT: Why don't we go ahead -- is
   it all right to go ahead and send that back and just
23
24
   tell them I will be sending them another note with
25
   respect to the other request?
```

```
1
                  (Pause in proceedings.)
                  THE COURT: All right. With respect to
2
3
   the other request: There is not a Casali exhibit.
   Court is unable to provide you with the Casali
4
5
   deposition transcript.
                  Any objection from the Plaintiff?
6
7
                  MR. SAYLES: No objection from the
8
   Plaintiff.
9
                  MR. LEE: No objection, Your Honor.
10
                  THE COURT: Why don't you type this up
11
   for me, and I'll sign it. Let her do this.
12
                  (Pause in proceedings.)
13
                  THE COURT: Does counsel have your copies
   of the Court's charge available?
14
15
                  Okay. While we were waiting here, we got
16
   another note.
17
                  The jury requests a complete detailed
18
   description of prior art from the Judge, Donna Coleman.
19
                  I would propose to bring the jury in, and
20
   I'll re-charge them starting with prior art starting on
21
   Page 11 and going down to damages at the top of Page 14.
22
                  MS. ELDERKIN: That's fine, Your Honor.
2.3
                  THE COURT: Defendant?
24
                  MR. LEE: No objection.
25
                  THE COURT: All right. Bring them in.
```

```
1
                  COURT SECURITY OFFICER: All rise for the
2
   jury.
3
                  (Jury in.)
                  THE COURT: Please be seated.
 4
5
                  Ladies and Gentlemen, with respect to
   your request for a complete detailed description of the
6
   prior art from the Court, please listen to my
8
   instructions.
9
                  Prior art, generally speaking.
10
                  Under the patent laws, a person is
   entitled to a patent only if the invention claimed in
11
12
   the patent is new and non-obvious in light of what came
13
   before. That which came before the invention is
14
   referred to as prior art.
15
                  Abbott is relying on various items of
16
   prior art. Abbott must prove by clear and convincing
   evidence that these items are prior art. In order to do
17
   so, Abbott must prove that the item falls within one or
18
   more of the different categories of prior art recognized
20
   by the patent laws.
21
                  These categories include anything that
   was patented or described in a printed publication
22
23
   anywhere in the world before the inventor made the
24
   invention or more than one year before the application
25
   to which Centocor can claim priority was filed.
```

1

2

4

5

6

8

9

22

25

With respect to anticipation, a person cannot obtain a patent on an invention if someone else 3 has already made the same invention. In other words, the invention must be If an invention is not new, we say it was new. anticipated by the prior art. An invention that is anticipated by the prior art is not entitled to patent protection. A party challenging the validity of a 10 patent must prove anticipation by clear and convincing standard -- by the clear and convincing standard. 11 12 For a patent claim to be anticipated by the prior art, each and every limitation of the claim 13 must be present within a single item of prior art and 14 15 must be arranged or combined in the same way as in the claim. 16 17 In analyzing this issue, do not focus on any features shown in the written description that are 18 not included in the asserted claims. You may not find 20 that the prior art anticipates a patent claim by 21 combining two or more items of prior art. A printed publication or patent will not be anticipation unless it contains a description of the 23 24 invention covered by the patent claims that is

sufficiently detailed to teach a skilled person how to

```
make and use the invention without undue
1
2
   experimentation.
3
                  That means that a person skilled in the
   field of the invention reading the printed publication
4
5
   or patent would be able to make and use the invention
   using only an amount of experimentation that is
6
   appropriate for the complexity of the field of the
8
   invention and for the level of expertise and knowledge
9
   of persons skilled in that field.
                  In deciding whether or not a single item
10
11
   of prior art anticipates a patent claim, you should
12
   consider that which is expressly stated or present in
   the item of prior art and also that which is inherently
13
14
   present.
15
                  Something is inherent in an item of prior
   art if it is the natural result that flows from the
16
17
   disclosure in the prior art.
18
                  Inherency, however, may not be
19
   established by probabilities or possibilities. The mere
20
   fact that a certain thing may result from a given set of
   circumstances is not sufficient to show inherency.
21
22
                  If you find that Abbott has proved --
23
   pardon me.
24
                  If you find that Abbott has provided
25
   clear and convincing evidence that any of the claims
```

asserted against it are anticipated by prior art, then 1 you must find that those claims are invalid. 2 3 With respect to printed publication, Abbott contends that the asserted claims are anticipated 4 5 because of disclosures in prior printed publications. Abbott contends that Claims 2, 3, 14, and 6 7 15 of the '775 patent are anticipated by the Adair 1992 8 European patent application and United States Patent No. 9 6,090,382, the Salfeld patent. 10 Now, printed publications from anywhere in the world are prior art if the printed publications 11 12 were published either before the inventor made the 13 claimed invention or more than one year before the earliest application to which you find Centocor may 14 15 claim priority. 16 If a printed publication was published more than one year before the application to which the 17 18 Plaintiff can claim priority was filed, then that 19 publication will be prior art regardless of the date of 20 the invention for the patent claims. The date of 21 invention is irrelevant to this category of prior art. 22 A printed publication will not be in 23 anticipation unless it contained a description of the 24 invention covered by the patent claims that is 25 sufficiently detailed to teach a person of ordinary

```
skill in the art how to make and use the invention
1
2
  without undue experimentation.
3
                  That means that a person of ordinary
  skill in the field of the invention reading the printed
4
5
  publication would be able to make and use the invention
  using only an amount of experimentation that is
6
   appropriate for the complexity of the field of the
   invention and for the level of expertise and knowledge
9
   of persons of ordinary skill in the field.
10
                  I'll ask at this time that you -- that's
   the end of my instructions on prior art, and I'll ask
11
12
  that you return to the jury room and continue your
  deliberations.
13
14
                  And, Mr. Potts, this is in response to
15
   one of the questions you had previously...
16
                  Follow Mr. Potts, if you will.
17
                  COURT SECURITY OFFICER: All rise.
18
                  (Jury out.)
19
                  THE COURT: Anything from the Plaintiff?
20
                  MS. ELDERKIN: Nothing, Your Honor.
21
                  THE COURT: Anything from the Defendant?
22
                  MR. LEE: Nothing, Your Honor.
2.3
                  THE COURT: Okay. All right. Court's in
24
  recess pending receipt of a verdict or further
25
  communication, I should say.
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```
1
                  (Recess.)
 2
                  COURT SECURITY OFFICER: All rise for the
 3
   jury.
 4
                  (Jury in.)
 5
                  THE COURT: Please be seated.
                  Ms. Coleman, you reached a verdict?
 6
 7
                  FOREPERSON: Yes, sir, we have.
 8
                  THE COURT: If you'll hand it to
9
   Mr. Potts, and then he'll hand it up to me.
10
                  FOREPERSON: (Complies.)
11
                  THE COURT: Thank you.
12
                  All right, Ladies and Gentlemen. I'll
13
   read these answers. I'll just read the question number
   and your -- and the answers, and then I'll ask -- so
14
15
   that the record will be clear, ask if this represents
16
   your verdict, to stand after I've read all these.
17
                  Question No. 1: As to all claims, yes.
18
                  Question No. 2: As to all claims, no.
19
                  Ouestion No. 3: Yes.
20
                  Question No. 4: For lost profits,
   $1,168,466,000.
21
                  As a reasonable royalty, $504,128,000,
22
23
   signed by Ms. Coleman.
24
                  If this represents your verdict, please
25
   stand at this time, the jurors.
```

(All jurors stand.) 1 2 THE COURT: All right. The record will 3 reflect that all jurors are standing. Please be seated. 4 5 Ladies and Gentlemen, this completes your I know these cases are not easy. There's 6 service. always a winner and a loser. And the lawyers would like for me to quit talking, but there's a few things I need 8 9 to say to you. 10 I have continuously told you throughout this trial not to talk to anybody about it. I am now 11 12 reversing that instruction, and you can talk to anybody 13 about anything you want to talk to, or you can refuse to 14 talk to anybody. 15 Now, the rule in this district, since -at least since 1968, since that's how long I've been in 16 this district, is that the lawyers are prohibited from 17 18 contacting you about your verdict or anyone on their 19 behalf. 20 However, let me assure you, if there's 21 something that you want to say to one of these lawyers, 22 if you see them out here as you leave, the least 23 indication by you that you'd like to talk to them, they 24 would be happy to talk to you, if you want to talk to 25 them.

```
1
                  But if you don't want to talk to them,
   you just don't indicate that.
2
3
                  And I will tell you that even though
   there's a loser in the case, you've seen the best --
4
5
  I've been on the bench for 10 years. I've tried
   lawsuits in this courtroom since 19 -- actually, the
6
   first of 1969, I believe. You will never see a better
   group of lawyers, Plaintiffs and Defendants, than you've
9
   seen.
10
                  That's my final instructions to you.
   did your part as ordinary citizens, and you've done your
11
   part to protect and defend the Constitution of the
12
   United States.
13
14
                  I dismiss you at this time with the
15
   thanks of the Court. You may leave the courtroom.
16
                  COURT SECURITY OFFICER: All rise for the
17
   jury.
18
                  (Jury out.)
19
                  THE COURT: Anything from the Plaintiff
20
   at this time?
21
                  MR. SAYLES: We ask for entry of
   judgment. Nothing else, though.
22
2.3
                  MR. LEE: Your Honor, we still have a
24
   couple of equitable issues to try before judgment can be
25
   entered, I think.
```

```
1
                  THE COURT: Well, we'll-- have y'all --
   everyone be seated for a minute.
2
3
                  The equitable issues, have y'all
  discussed among yourselves how much time you're going to
4
5
  need or anything like that?
                  MR. LEE: I don't think we have. I don't
6
7
   think it will take more than a day.
8
                  THE COURT: Well, why don't y'all discuss
9
   among yourselves how long you're going to need and
10
   discuss, in the month of July, when you would like to do
11
   it.
12
                  I have -- it appears that the jury
13
   docket, once I try the case I start in the morning, once
   I finish it next week, it looks like we've got about
14
15
   four jury trials or five. I don't know how many. We've
16
  had several, though. Some of them have gone away. So
17
   July might be a good time.
18
                  If y'all feel like visiting today or get
19
  back to the Court pretty quickly this week as to when
20
   you think you can do it, then I can almost do it any day
21
   in July just about. You can talk with -- Ms. Dupree
   probably has it, if you want to talk to her.
22
2.3
                  I complimented you on the -- off the
24
  record in my chambers and I told the jury and I feel
   those present that it is a real pleasure for a good
25
```

```
judge to sit up here and watch this type of talent in
 1
 2
   the courtroom.
 3
                  It's like the finals of Wimbledon. You
   know, it's like a tennis match. It's just one good shot
 4
 5
   after another one.
 6
                  Thank you very much. Stand in recess.
 7
                  (Court adjourned.)
 8
 9
                          CERTIFICATION
10
11
                 I HEREBY CERTIFY that the foregoing is a
  true and correct transcript from the stenographic notes
12
13
   of the proceedings in the above-entitled matter to the
14
  best of my ability.
15
16
17
18
   /s/
   SUSAN SIMMONS, CSR
                                         Date
   Official Court Reporter
   State of Texas No.: 267
20
  Expiration Date: 12/31/10
21
22
23
   /s/__
   JUDITH WERLINGER, CSR
                                             Date
24
  Deputy Official Court Reporter
   State of Texas No.: 731
25 Expiration Date 12/31/10
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